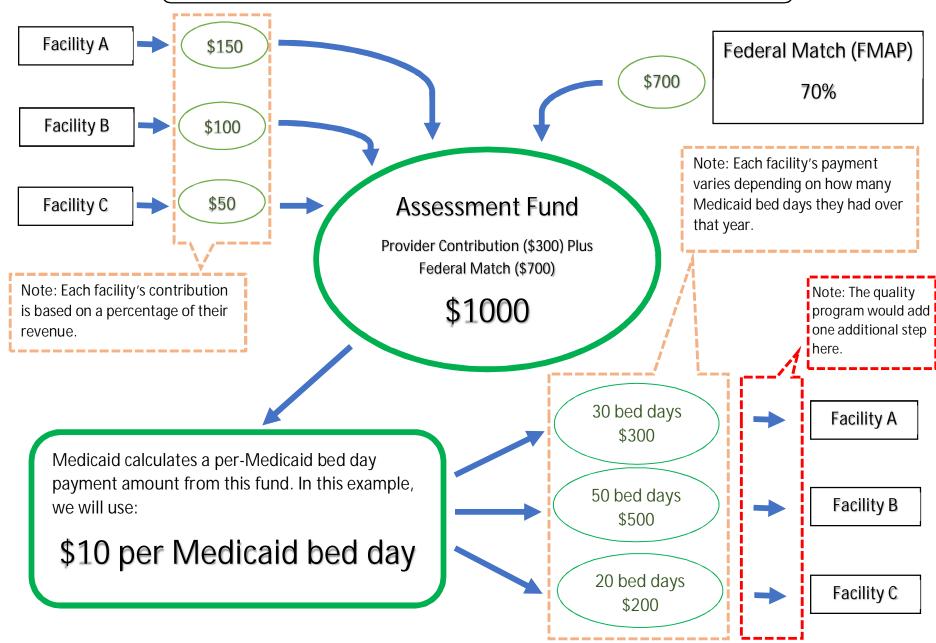
Current Assessment Fund Distribution Method





Proposed Assessment Fund Distribution Method

A facility's payment will depend on their score at the end of the year, and how that score compares to the prior year. Percentages indicate how much of their payment, based on the existing assessment fund calculation, they will receive.

	Tier 1 (760 or higher)	Tier 2 (660-759)	Tier 3 (659 or less)
Improvement	100%	100%	100%
No Change	100%	100%	95%
Decline	100%	95%	90%

Below is a walkthrough of how the sample facilities would be affected under the proposed quality payment program. Note: Funds remaining because of incurred penalties will be distributed amongst all participating facilities based on their Medicaid bed days.

Facility A Performance Facility A receives 100% Facility A Last Year: 680 points Facility A is in Tier 2 and of their eligible payment. This year: 720 points \$300 improved \$300 Facility B receives 90% of Facility B Performance Facility B Last Year: 580 points their eligible payment. Facility B is in Tier 3 and \$500 This year: 520 points declined \$450

Note: \$50 remains in the fund because of the penalty incurred by Facility B. This \$50 is split and distributed to all three facilities based on their Medicaid bed days.

Facility C \$200 Facility C Performance

Last Year: 780 points Facility C is in Tier 1 and stayed the same

Facility C receives 100% of their eligible payment. \$200

